

# **FISCAL NOTE**

## **HB 2324 - SB 2569**

February 5, 2000

**SUMMARY OF BILL:** Redefines *industrial machinery* for sales and use tax purposes to include certain research and development machinery and exempts such machinery from sales tax.

### **ESTIMATED FISCAL IMPACT:**

**Decrease State Revenues - Exceeds \$2,500,000**

**Decrease Local Govt. Revenues - Exceeds \$100,000**

The amount of sales taxes that would be lost cannot be determined since data is not available to calculate such loss. However, based on information provided by the Department of Revenue, the amount of sales tax revenue that would be lost can be reasonably estimated to exceed \$2,500,000.

The amount of sales tax loss for local governments would be restricted some by the single item cap on local option sales taxes; however, the amount of such loss is estimated to exceed \$100,000.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James A. Davenport". The signature is fluid and cursive, with the first letters of the first and last names being capitalized and prominent.

James A. Davenport, Executive Director

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